



DEPARTMENT OF ADMINISTRATIVE SERVICES' BUDGET CORRECTIONS

INFRASTRUCTURE AND GENERAL GOVERNMENT APPROPRIATIONS SUBCOMMITTEE
STAFF: RYAN MORTENSON**ISSUE BRIEF**

This issue brief summarizes the budget corrections requested by the Department of Administrative Services during the Infrastructure and General Government Subcommittee meeting held on January 24, 2018.

Requested Corrections to S.B. 6, Infrastructure and General Government Base Budget

Some of the figures used in S.B. 6 appear to come from prior fiscal years. The corrected numbers match those submitted to the Governor's Office. The Office of the Legislative Fiscal Analyst asked us to bring these to the committee's attention as corrections because the bill had been numbered.

ITEM 12 TO DEPARTMENT OF ADMINISTRATIVE SERVICES - FINANCE - MANDATED - PARENTAL DEFENSE (LINE 147)

	<u>Existing</u>	<u>Requested</u>
NEW From Federal Funds		9,000
150 From Dedicated Credits Revenue	30,000	45,000

154 Parental Defense	121,000	145,000

Explanation: This correction addresses authorization to spend fee increases for Child Welfare Parental Defense (CWPD) that were authorized last year. This increase is \$24,000. It allows the program to provide Continuing Legal Education credit for its conferences, and to accommodate increases in attendance.

ITEM 13 TO DEPARTMENT OF ADMINISTRATIVE SERVICES - FINANCE ADMINISTRATION (LINE 155)

	<u>Existing</u>	<u>Requested</u>
160 From General Fund Restricted - ISF Overhead	1,299,600	1,303,200

162 Schedule of Programs:		

164 Financial Information Systems	3,732,400	3,736,000

Explanation: This correction amounts to \$3,600. It addresses the way the Legislative Fiscal Analyst accounts for the annual increases to this budget for compensation, ISF rate changes, and other adjustments. This funding source is now one that LFA will use as a share of that overall program, and thus should increase as these items adjust each year.

ITEM 42 TO DEPARTMENT OF ADMINISTRATIVE SERVICES INTERNAL SERVICE FUND INTERNAL SERVICE FUNDS - DIVISION OF FACILITIES CONSTRUCTION AND MANAGEMENT (LINE 406)

	<u>Existing</u>	<u>Requested</u>
409 From Dedicated Credits Revenue	32,370,100	34,759,300

413 ISF - Facilities Management	31,275,000	33,664,200
414 Budgeted FTE	134.0	160.0
415 Authorized Capital Outlay	65,300	141,100

Explanation: This correction to the DFCM ISF Facilities Management program amounts to \$2,389,200 to match the projected FY2018 expenses. DFCM assumed responsibility for care of the Utah State Developmental Center (USDC) in FY2018. The FTE count is increased by 26 to care for USDC. The authorized capital outlay correction amounts to \$75,800. It allows DFCM to replace pieces of large equipment at four different regions, purchase a new man lift at the new Unified Lab Phase 2 building, and replace six pieces of equipment used statewide.

ITEM 43 TO DEPARTMENT OF ADMINISTRATIVE SERVICES INTERNAL SERVICE FUND INTERNAL SERVICE FUNDS - DIVISION OF FINANCE (LINE 416)

		<u>Existing</u>	<u>Requested</u>
418	From Dedicated Credits Revenue	1,923,900	2,029,400

422	ISF - Consolidated Budget and Accounting	1,638,500	1,744,000

Explanation: This correction to dedicated credit revenue amounts to \$105,500. It addresses the rate increase that the Legislature approved last year.

ITEM 44 TO DEPARTMENT OF ADMINISTRATIVE SERVICES INTERNAL SERVICE FUND INTERNAL SERVICE FUNDS - DIVISION OF FLEET OPERATIONS (LINE 425)

		<u>Existing</u>	<u>Requested</u>
436	Authorized Capital Outlay	29,208,700	19,300,000

Explanation: This correction reduces the authorized capital outlay by \$9,908,700. This number reflects what Fleet actually expects to outlay in FY 2019.

ITEM 45 TO DEPARTMENT OF ADMINISTRATIVE SERVICES INTERNAL SERVICE FUND INTERNAL SERVICE FUNDS - DIVISION OF PURCHASING AND GENERAL SERVICES (LINE 437)

		<u>Existing</u>	<u>Requested</u>
450	Authorized Capital Outlay	3,125,800	4,070,000

Explanation: This correction of \$944,200 for authorized capital outlay includes \$399,200 for replacement copiers, \$100,000 for copier management software, \$145,000 for State mail billing software and X-ray machine, \$100,000 for increase in cooperative contracting management and strategic sourcing software, and \$200,000 for State Surplus Property inventory management software.

ITEM 46 TO DEPARTMENT OF ADMINISTRATIVE SERVICES INTERNAL SERVICE FUND INTERNAL SERVICE FUNDS - RISK MANAGEMENT (LINE 451)

		<u>Existing</u>	<u>Requested</u>
453	From Dedicated Credits Revenue	80,000	27,500
454	From Premiums	34,275,300	40,495,500
455	From Interest Income	702,800	1,085,300
456	From Risk Management - Workers Compensation Fund	7,607,400	7,607,400
457	From Beginning Fund Balance	(7,772,900)	
458	From Closing Fund Balance	8,211,100	
459	Schedule of Programs:		
460	ISF - Risk Management Administration	43,000	203,000
461	ISF - Workers' Compensation	7,680,400	8,050,900
462	Risk Management - Auto	2,459,400	2,501,800
463	Risk Management - Liability	17,006,300	21,782,900
464	Risk Management - Property	15,914,600	17,814,300
465	Budgeted FTE	33.0	32.0
466	Authorized Capital Outlay	250,000	230,000

Explanation: The corrections associated with line 46 reflect Risk Management's expense history based on data from FY 2016 through FY 2018. The correction to Risk Management Administration amounts to \$160,000; Workers' Compensation amounts to \$370,500; Risk Management - Auto amounts to \$42,400; Risk Management - Liability amounts to \$4,776,600; and Risk Management - Property amounts to \$2,375,300. The liability and property amounts also reflect anticipated higher claims in FY 2019. The Budgeted FTE count is corrected downward by one. The authorized capital outlay is corrected downward by \$20,000.